GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Public Services – BC Welfare Department – Allegations of irregularities and misappropriation of Government funds in District Backward Classes Service Cooperative Society Ltd., Ongole, Prakasam District against Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and now placed under suspension - Departmental proceedings under Rule 20 of Andhra Pradesh Civil Services (Classification, Control & Appeal) Rules, 1991- Framing the Article of charges – Orders - Issued.

BACKWARD CLASSES WELFARE (VIGILANCE) DEPARTMENT

G.O.RT.No. 35 **Dated: 27-04-2021**
Read the following:

1. Lr.No.147/A/2019, dated.11.09.2019 from the VC & MD, APBCCFC Ltd., Vijayawada.
2. G.O.Ms.No.261, BC Welfare (VIG.D) Dept., dated 20.09.2019.
3. Memo.No.982471/Vig.D1/2019-1, dated 20.09.2019 of the Spl. Chief Secretary to Govt., BCW (Vig.D) Dept., Govt. of A.P.

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ORDER:

It is proposed to hold an inquiry against Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently placed under suspension in the reference 2nd read above, in accordance with the procedure laid down in Rule 20 of Andhra Pradesh Civil Services (CC&A) Rules, 1991.

2. The substance of the imputations of misconduct or misbehavior in respect of which the enquiry is proposed to be held is set out in the enclosed statement of article of charge as Annexure-I. A list of documents by which and a list of witnesses by whom, the article of charges are proposed to be sustained are also enclosed as Annexure-II and III.

3. Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently under suspension, is directed to submit his written statement of defence within (10) days of the receipt of this order.

4. Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently under suspension is informed that an enquiry will be held only in respect those article of charges as are not admitted. He should, therefore, specifically admit or deny article of charge.

5. Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently under suspension, is further informed that if he does not submit his written statement of defence on or before the period specified in Para 3 above or otherwise fails or refuses to comply with the provisions of Rule 20 of Andhra Pradesh Civil Services (Classification, Control & Appeal) Rules, 1991 or the orders, directions issued in pursuance of the said rules, the Inquiring Authority may hold the inquiry against him ex-parte, based on the material available on record.

6. Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently under suspension, is invited to Rule 24 of the Andhra Pradesh Civil Services (Conduct) Rules, 1964, under which no Government servant shall bring or attempt to bring any political or outside influence to bear upon any superior authority to further his interest in respect of matter pertaining to his service under the Government. If any representation is received on his behalf from another person in respect of any matter dealt with

Contd. P.2

these proceedings, it will be presumed that he is aware of such a representation and that it has been made at his instance and action will be taken against him for violation of rule 24 of Andhra Pradesh Civil Services (Conduct) Rules, 1964.

7. The receipt of this G.O. shall be acknowledged.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

G.ANANTHA RAMU
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
Sri A.Nageswara Rao, former Executive Director, DBCSCS Ltd., Ongole, Prakasam District and presently under suspension through the Vice Chairman & Managing Director, A.P. BC Cooperative Finance Corporation Limited, Vijayawada.
The Vice Chairman & Managing Director, A.P. BC Cooperative Finance Corporation Limited, Vijayawada (in duplicate with a request to serve and return the dated acknowledgement copy).

Copy to:

The Collector & District Magistrate & Chairman, District BC Service Cooperative Society Limited, Ongole, Prakasam District.
The Executive Director, DBCSCS Ltd., Ongole, Prakasam District.
SF/SC

//FORWARDED:: BY ORDER//

SECTION OFFICER

ANNEXURE-I

STATEMENT SHOWING THE ARTICLE OF CHARGE AGAINST SRI A. NAGESWARA RAO, FORMER ED, DBCSCS LTD., ONGOLE, PRAKASAM DISTRICT AND PRESENTLY PLACED UNDER SUSPENSION:

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CHARGE:

That Sri A.Nageswara Rao, former ED, DBCSCS Ltd., Ongole, Prakasam District and who is presently under suspension was involved directly and indirectly in the misappropriation of Government funds to a tune of Rs.50,10,500/- (Rupees fifty lakhs ten thousand and five hundreds only) while working as Executive Director, DBCSCS Ltd., Ongole, Prakasam District regarding drawal of funds through cheques under "Adarana" scheme as advance without vouchers, bills and not accounted for in the books of accounts of the society i.e., Cash book etc.

BASIS OF CHARGE:

As per the preliminary enquiry report Dt.03.09.2019, the Development Officer, O/o VC&MD, A.P BC Cooperative Finance Corporation Ltd., Vijayawada has conducted preliminary enquiry and it reveals that an amount of Rs. 45,06,000/-(Rupees Forty Five lakhs six thousand only) under Adarana funds were misappropriated without proper vouchers and bills and fixed responsibility on the following staff of DBCSCS Ltd., Ongole, Prakasam District.

Sl. No.	Name of the Employee	Amount in Rs.
1	Sri A.Nageswara Rao, Former ED(Self)	10,87,500/-
2	Sri A.Srinivasa Rao, AEO.	8,05,000/-
3	Sri Y.Yedukondalu, Jr Asst.	12,23,500/-
4	Sri V.Rajesh, DEO	8,40,000/-
5	Sri B.Y.Kamaleswara Rao, DEO	5,50,000/-
	Total:	**Rs.45,06,000/**

Further, above staff and other outsourcing staff of the O/o the ED, DBCSCS Ltd., Ongole, Prakasam District, Smt.B.Goutami, Sr. Assistant and Sri SK.Jilani, Office Subordinate are also colluded indirectly in the misappropriation of the above Government funds intentionally. The Enquiry Officer has obtained separate letters from the above staff (except former ED).

In letters Rc.No. BC/ED/2019, dated 03.09.2019 and 11.09.2019 of the Executive Director, i.e Sri K.Nagamuni has reported that after thorough verification, the total amount has been arrived at Rs.50,10,500/- (Rupees Fifty lakhs ten thousand and five hundred only) which was drawn by the then ED Sri A.Nageswara Rao without proper vouchers and bills and not recorded in the cash book and not accounted for from 10.01.2019 onwards. The present ED in his letter reported that he has obtained separate letters from the above staff addressed to the VC & MD, APBCCFC Ltd., Vijayawada regarding the cheques issued in favour of their names, wherein they stated

that the cheques were encashed and the amount was given to the then ED, DBCSCS Ltd., Ongole, and not yet submitted the vouchers and bills to his office. Further, he stated that the then ED has pressured them for handing over of cash. The present ED, DBCSCS Ltd., Ongole has reported the following staff and others have withdrawn the funds as detailed hereunder:

SL. No.	Name of the Employee	Designation	Regular/ Outsourcing	Amount in Rs.
1	Sri A.Nageswara Rao	ED	Regular	9,00,000/-
2	Sri A.Srinivasa Rao	A.E.O.	Regular	8,05,000/-
3	Sri Y.Yedukondalu	Jr. Asst.	Out Sourcing	11,48,500/-
4	Sri V.Rajesh	D.E.O.	Out Sourcing	8,90,000/-
5	Sri B.Y.Kamaleswara Rao	D.E.O.	Out Sourcing	10,02,500/-
6	Sri A.Lakshmaiah	--	Others	1,24,500/-
7	Sri Ch.Srinivasa Rao	--	Others	95,000/-
8	Sri P.V.Anjaneyulu	Jr.Asst., O/o DBCWO, Prakasam	Regular	45,000/-
			Total	**50,10,500/-**

Thus, the above Government servant has failed to discharge his official duties entrusted to him and derlicted his legitimate duties and he has neglected his duties and acted according to his whims and fancies thus caused heavy monetary loss to the District BC Society, Ongole, Prakasam District by misappropriating the Govt. funds of Adarana scheme to a tune of Rs.50,10,500/- (Rupees fifty lakhs ten thousand and five hundred only).

Hence, the charge.

G.ANANTHA RAMU
SPECIAL CHIEF SECRETARY TO GOVERNMENT

//FORWARDED:: BY ORDER//

SECTION OFFICER

ANNEXURE-II

LIST OF DOCUMENTS BY WHICH THE ARTICLE OF CHARGE FRAMED AGAINST SRI A. NAGESWARA RAO, FORMER ED, DBCSCS LTD., ONGOLE, PRAKASAM DISTRICT AND PRESENTLY UNDER SUSPENSION ARE PROPOSED TO BE SUSTAINED:

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1.Preliminary Enquiry Report of the Development Officer, O/o VC&MD, Andhra Pradesh Backward Classes Cooperative Finance Corporation Ltd., Vijayawada.

2. Lr.Rc.No.BC/ED/2019, dt.03.09.2019 and 11.09.2019 of the ED, i.e K.Nagamuni, DBCSCS Ltd., Ongole, Prakasam District addressed to the VC&MD, APBCCFC Ltd., Vijayawada.

3. Letters obtained from the staff addressed to the VC & MD, APBCCFC Ltd., Vijayawada.

G.ANANTHA RAMU
SPECIAL CHIEF SECRETARY TO GOVERNMENT

//FORWARDED :: BY ORDER//

SECTION OFFICER

ANNEXURE-III

LIST OF WITNESSES BY WHOM THE ARTICLE OF CHARGE FRAMED AGAINST SRI A. NAGESWARA RAO, FORMER ED, DBCSCS LTD., ONGOLE, PRAKASAM DISTRICT AND PRESENTLY UNDER SUSPENSION ARE PROPOSED TO BE SUSTAINED:-

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1. Sri Bhima Shankara Rao, Development Officer, O/o VC & MD, Andhra Pradesh Backward Classes Cooperative Finance Corporation Ltd., Vijayawada.

2. Sri K.Nagamuni, ED, DBCSCS Ltd., Ongole, Prakasam District.

G.ANANTHA RAMU
SPECIAL CHIEF SECRETARY TO GOVERNMENT

//FORWARDED:: BY ORDER//

SECTION OFFICER